

City of Hampton, Virginia

www.hampton.gov

FY 2005 Council Approved Budget-in-Brief

TABLE OF CONTENTS

Budget Highlights	1
Hampton City Council	2
FY 2005 Tax and Fee Rates	3
Revenue Highlights	3
Expenditure Highlights	4
Balancing the Budget	4
Education Expenditures	4
Capital Budget	5
Additional Information and Copies	5

Budget Highlights

Total City budget is **\$353,690,747**, an **8.16%** increase over FY 2004.

Total School budget is **\$174,888,074**, a **9.67%** increase over FY 2004.

Total Local Contribution to Schools is **\$56,409,269**, a **3.84%** increase over FY 2004.

~ Required Local Contribution according to State Law is **\$26,521,739**

~ Local Contribution in Excess of State Requirement is **\$29,887,530**

Tax and Fee Rates:

- ❖ **Real Estate Property Tax** *decreased* from \$1.27 to **\$1.25/\$100** assessed value.
- ❖ **Residential Solid Waste User Fee** *increased* from \$3.50 to **\$4.25 per week for recyclers** and from \$9.00 to **\$10.00 per week for non-recyclers**.

Budget Funds:

- **New/Major Initiatives:** Added a new Redevelopment component to a merged Retail and Economic Development function; added two (2) new positions to Economic Development to work with existing businesses, five (5) new police officers to meet increased demand in the Coliseum Central and Northampton areas of the city and for drug enforcement, and two (2) crime scene technicians; increased operating/overtime funding for Police and Fire; funded a strengthened Preceptorship program for Fire and enhanced pay incentives for paramedics; increased funding for Parks & Recreation to enhance city beautification and school grounds maintenance; funded the downtown pier repair/replacement program, a study for a new tax billing system, and replacement of major software systems in the City.
- **City Compensation Package:** merit increases of 0%-2%-3%-4%-5% for all employees; continuation of longevity salary adjustment of \$200 for every three years of service; implementation of a sustained performance program that allows for career progression within the same pay range; and, the City and employees will share an 18% health insurance increase 50/50.



Hampton City Council

Mayor

Charles A. Wornom

Vice Mayor

Paige V. Washington, Jr.

Council Members

Randy A. Gilliland
Ross A. Kearney, II
Joseph H. Spencer, II
Turner M. Spencer, Ed. D.
Rhet Tignor

City Manager

George E. Wallace

FY 2005 TAX AND FEE RATES

SUPPORTING THE GENERAL FUND

Real Estate Tax*	\$1.25/\$100 AV
Personal Property Tax	\$4.25/\$100 AV
Amusement/Admissions Tax	10%
Cable Franchise Fee	5% of gross receipts
Cable Utility Tax	7% of monthly bill
Cellular Telephone Tax	10% of first \$30
Cigarette Tax	\$0.65/pack
Courthouse Maintenance Fee	\$2.00/court case
Courtroom Security Fee	\$5.00/court case
Electric Utility Tax	
Commercial	20% of first 200; 5% of next \$800
Residential	20% of first \$15
Emergency Medical Service	
Recovery (Ambulance) Fee	\$200.00 for BLS transport per occurrence \$270.00 for ALS transport per occurrence
Hotel/Motel Lodging Tax	7.5%
Machinery & Tool Tax	\$3.00/\$100 AV
Motor Vehicle License Fee	\$28.00 – up to 2 tons \$33.00 – over 2 tons
Personal Property Tax	
Boats	\$.000001/\$1.00 AV
RV's	\$1.00/\$100 AV
Vehicles Modified for The Disabled	\$1.00/\$100 AV

Restaurant/Meal Tax	6.5%
Right of Way	\$0.59/mth/telephone line
Sales Tax	4.5%
Telephone Utility Tax	
Commercial	20% of first \$300
Residential	20% of first \$15

SUPPORTING THE E-911 FUND

E-911 Tax	\$2.60/mth/telephone line
-----------	---------------------------

SUPPORTING THE SOLID WASTE FUND

Landfill Tipping Fee	\$38.00/ton
Residential User Fee **	\$4.25/wk for recyclers \$10.00/wk for non-recyclers

SUPPORTING THE STORMWATER FUND

Commercial	\$3.60/2,429 sq. ft. imp. area
Residential	\$3.60/mth

SUPPORTING THE WASTEWATER FUND

Sewer User Fee	\$1.07/100 cu. Ft.
----------------	--------------------

* Decrease

** Increase

REVENUE HIGHLIGHTS

Performance of the Five Largest Revenue Generators

Real Estate Tax growth at **\$6,451,378**, an **8.55%** increase over FY 2004 (natural growth only)

Personal Property Tax growth at **\$872,340**, a **2.99%** increase over FY 2004;

Sales and Use Tax growth at **\$400,000**, a **3.30%** increase over FY 2004;

Business License Tax growth at **\$518,892**, a **5.17%** increase over FY 2004;

Restaurant/Meal Tax growth at **\$1,067,957**, a **9.55%** increase over FY 2004.

Revenue Summary

General Property Taxes	\$120,431,012	Unrestricted State Revenues	\$835,241
Other Local Taxes	59,571,362	State Revenues for City/State Depts.	22,879,168
License, Permit & Privilege Fees	965,200	State Revenues for City Depts.	17,722,973
Fines and Forfeitures	1,460,899	Federal Funding for City Depts.	1,012,000
Revenue from Use of Money/Prop.	762,323	School Funds from Other than City	118,478,805
Charges for Services	3,052,254	Total Transfers	<u>3,150,000</u>
Miscellaneous Revenues	3,369,510		
		<u>Total Revenues</u>	<u>\$353,690,747</u>

EXPENDITURE HIGHLIGHTS

Expenditure Summary

City Operations

Legislative & Executive	\$6,882,848
Const., Judicial, Electoral	12,753,259
Infrastructure & Revenue Dev.	19,746,318
Life & Leisure Services	11,624,425
Organizational Efficiency	4,906,195
Public Safety & Human Services	53,733,008
Retirement & Employee Benefits	28,223,509
Contributions to Agencies	8,681,108
Debt Service	18,448,090
Transfer to Capital Budget	7,628,039
Transfer to Other Funds	6,175,874
Total City	\$178,802,673

School Operations

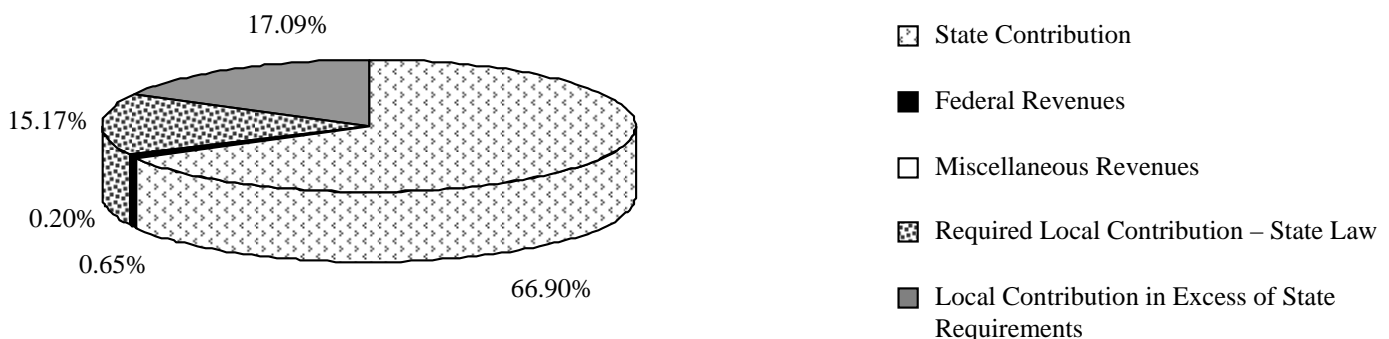
State Contribution	\$116,995,741
Federal Contribution	1,133,064
Miscellaneous Revenues	350,000
Required Local Contribution	
according to State Law	26,521,739
Local Contribution in Excess of	
of State Requirements	29,887,530
Total Schools	\$174,888,074
Total Expenditures	<u>\$353,690,747</u>

BALANCING THE BUDGET

Although there has been significant growth in revenues due to real estate assessments and sales related taxes, the opportunity was taken to review ways in which to reduce expenditures and generate savings in this budget. The budget balancing measures total **\$6.9 million** and include: removing attrition from departmental budgets (**\$1,000,000**); eliminating General Fund subsidy to the Solid Waste Fund (**\$1,000,000**); reducing allocation to the Health Department (**\$100,000**); savings from reorganization of Economic Development (**\$100,000**); placing travel restrictions on City Departments (**\$200,000**); eliminating funding to Virginians for High Speed Rail and the Mayor's Airport Blue Ribbon Commission (**\$15,150**); using one-time debt service savings for one-time projects (**\$700,000**); using Fund Balance for one-time projects (**\$3,150,000**); and reducing or deferring capital projects (**\$610,000**).

EDUCATION EXPENDITURES

The total school budget for FY 2005 is **\$174,888,074**, a **9.67%** increase over FY 2004. The total local contribution to the Hampton School System is **\$56,409,269**, a **3.84%** increase over FY 2004. The *required* local contribution, according to state law, is **\$26,521,739**. The City's contribution in excess of the state requirement is **\$29,887,530**. The local contribution to the schools is based on a mutually agreed upon formula in which they will receive a predetermined percentage of residential general property and utility tax revenues.



CAPITAL BUDGET

Capital Budget Revenues

Transfer from General Fund	\$2,053,039
Transfer from General Fund Balance	2,775,000
Urban Maintenance Contribution	<u>2,800,000</u>
Total General Fund Revenues	\$7,628,039

Other Revenue Sources

Stormwater Fees	\$585,000
Economic Development Fund	300,000
UDAG Funds	200,000
General Obligation Bond Proceeds	<u>48,974,000</u>
Total Other Revenue Sources	\$50,059,000

Total Revenues **\$57,687,039**

Capital Budget Expenditures

Street, Road & Sewer Maintenance - \$3,040,000: Street resurfacing and VDOT matching funds.

Building Maintenance - \$3,620,000: Building maintenance or replacement of various deficiencies in City buildings and structural repairs to the Fleet Management service area.

Community Enhancement - \$28,339,000: Blighted property acquisition and demolition; Buckroe Beach Nourishment and Investments; Buckroe Pier; Coliseum Central and Downtown Investments; Hamptons Golf Course; Kecoughtan Investments; Parks and Recreation maintenance; Playground Improvements; Salt Ponds Beach Nourishment; Soccer Fields on Dixon Property; and, Teen Center Facility.

Education - \$9,263,039: Thomas Nelson Community College site improvements; maintenance projects of school buildings and grounds; and, a place hold for new school construction/renovation design.

Capital Equipment - \$100,000: Re-engineering technology.

Other Projects - \$13,325,000: Coliseum Building Improvements; Virginia Air & Space Center; Hampton Roads Center Parkway Infrastructure; Copeland Industrial Park; Stormwater projects; fireboat; and, strategic property acquisition.

CONTACT INFORMATION

Office of Budget & Management Analysis

City Hall, 7th Floor
22 Lincoln Street
Hampton, VA 23669

Telephone: (757) 727-6377

Facsimile: (757) 728-3500

E-mail:

budget@hampton.gov

Website:

www.hampton.gov

Budget Director

Chris Snead

Budget Staff

Lucy F. Countee
Lori A. Green
Sheila D. Guy
P. Loree Hearne
Marcie A. Sagiao

ADDITIONAL INFORMATION

Information regarding the contents of this or any other budget volumes can be obtained by calling the City of Hampton's Office of Budget and Management Analysis at (757) 727-6377 from 8:00 a.m. to 4:30 p.m., Monday through Friday.

Internet Access: The FY 2005 Council Approved Budget-in-Brief is located on-line at www.hampton.gov.

Document: Copies of the budget document are available for viewing at all City of Hampton public libraries:

Main Branch, 4207 Victoria Blvd., (757) 727-1154

Northampton Branch Library, 936 Big Bethel Road, (757) 825-4558

Phoebus Branch Library, One South Mallory Street, (757) 727-1149

Willow Oaks Branch Library, Willow Oaks Village Square,
(757) 850-5114

Copies of the budget document can also be viewed in the Office of Budget and Management Analysis, City Hall, 7th Floor. Additional copies of the Budget-In-Brief can be obtained at no cost.